

Business Location Facts

Louisville Metro Council - Development Committee
Location in District # 18

Corporate **Kindred Institutional Pharmacy Services, Inc.**
originally assigned as PharMerica Corporation

Category: Name Change Amendment

Information: 1901 Campus Place
Jeffersontown, KY 40299

Name change: Having submitted approval of incentives prior to the formal formation of the company, Kindred Institutional Pharmacy Services, Inc. will be the legal entity name of the company receiving the KJDA tax credits.
Metro resolution 36 series 2007 should be amended to reflect assignment of inducements from Pharmerica Corporation to Kindred Institutional Pharmacy Services, Inc.

Original Business/Project Description: PharMerica Corporation (a new public company to be formed by the merger of KPS, Inc. and PharMerica, Inc.) will form as the result of a joint spin-off and merger between the institutional pharmacy divisions of Kindred Healthcare and AmerisourceBergen. Institutional pharmacies provide outsourced pharmacy services to hospitals, assisted living centers and nursing homes by buying wholesale pharmaceuticals, packaging them for individual users and distributing them to the institutions they serve. The new company will operate in 42 states, serve over 330,000 beds and is expected to post \$1.9 billion in revenues in its first year of operation. Additionally, the new company is expected to grow rapidly through aggressive acquisition. This project will employ approximately 200 new headquarters jobs with an average salary over \$75,000.

Local Participation: KJDA local occupational tax participation level is .556%
Note: City of Jeffersontown is sharing participation at a rate of .444%.
with a minimum salary of \$31,000 at activation.

KEDFA Proceedings:

Preliminary Approval Date:	October 26, 2006
Final Approval Date:	Expected October 2007
Activation Date:	Expected October 2008

Projected Investment and Employment:

Existing Local Employment: 75	Total Square Footage: 75,000
Jobs to be created at activation: 200	Ultimate Investment: \$5,400,000
Average F/T Salary: \$77,750	New Payroll at activation: \$15,550,000

Local Annual Economic Impact at Activation (year one):

	Direct Impact (spin-off)	Total Impact
Projected tax revenues	\$233,265	\$514,465
*Local KJDA benefits	\$155,500	\$155,500
Net benefit to community (Local new taxes, less incentives)	\$77,765	\$358,965

***State to Local Participation Ratio is 89% to 11%**